

565 Main Street  
West Liberty, Kentucky 41472



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April 27, 2010

Roy Collett, Chairman  
Morgan County Water District  
408 Prestonsburg Street  
West Liberty, KY 41472

Dear Mr. Collett,

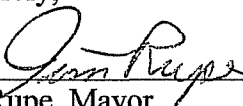
The West Liberty Water Works is again experiencing increasing costs for water treatment and distribution. The cost of utilities and chemicals for water treatment as well as everything else associated with water production has increased steadily since our last rate increase to the Morgan County Water District. We have also experienced several expensive disasters and we feel it will be necessary to increase all of our rates to cover our expenses. We will be raising the rate for the Morgan County Water District from \$2.55 per thousand to \$2.67 per thousand beginning June 1, 2010. Additionally we will increase from \$2.67 per thousand to \$2.79 per thousand beginning January 1, 2011.

We hope you find this rate acceptable and look forward to working with you in the future to deliver quality water to all of our customers. We feel that this increase should, along with an increase to our West Liberty customers, put the West Liberty Water Plant in better financial shape. The numerous emergencies that we have dealt with in the past several years have drained our operations financially.

Our water plant is still ranked in the top for the State in water quality and it is our desire to maintain this standard for the future.

If you have any questions or if you would like to discuss this matter feel free to contact us at any time.

Sincerely,

  
Jim Rupe, Mayor

Cc: Cindy Montgomery

## PUBLIC NOTICE

THE WEST LIBERTY WATER WORKS WILL FILE A PROPOSED RATE SCHEDULE WHICH WILL INCREASE BY 5% IT CURRENTLY CHARGES TO MORGAN COUNTY WATER DISTRICT FOR WATER SERVICE. WEST LIBERTY WATERWORKS CR=URRENTLY CHARGES \$2.55 PER THOUSAND GALLONS FOR WATER SERVICE. IT PROPOSES TO CHANGE THE RATE TO \$2.67 PER THOUSAND GALLONS ON JUNE 1, 2010. THE PUBLIC SERVICE COMMISSION MAY ORDER RATES TO BE CHARGED THAT DIFFER FROM THE PROPOSED RATE CONTAINED IN THIS NOTICE. ANY CORPORATION, ASSOCIATION OR PERSON WITH A SUBSTANTIAL INTEREST IN THIS MATTER MAY, WITHIN 30 DAYS AFTER MAILING OF THIS NOTICE FILE A WRITTEN REQUEST TO INTERVENE. ANY PERSON MAY EXAMINE WEST LIBERTY WATER WORKS APPLICATION AND OTHER FILINGS AT 565 MAIN STREET OR AT THE PUBLIC SERVICE COMMISSION'S OFFICE AT 211 SOWER BOULEVARD, FRANKFORT, KY.